

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

**SUNDRY NOTICES AND REPORTS ON WELLS**  
Do not use this form for proposals to drill or to re-enter an  
abandoned well. Use Form 3160-3 (APD) for such proposals.

FORM APPROVED  
OMB No. 1004-0135  
Expires January 31, 2004

**SUBMIT IN TRIPLICATE - Other instructions on reverse side**

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other	5. Lease Serial No. <b>Fee</b>
2. Name of Operator <b>KELTON OPERATING CORP</b>	6. If Indian, Allottee or Tribe Name
3a. Address <b>1510 HERITAGE, ANDREWS, TX 79714</b>	7. If Unit or CA/Agreement, Name and/or No. <b>8910115760</b>
3b. Phone No. (include area code) <b>432.524.6400</b>	8. Well Name and No. <b>LMQU #9</b>
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) <b>SESE SEC. 10 - 255 - 37E</b>	9. API Well No. <b>30-025-23863</b>
	10. Field and Pool, or Exploratory Area <b>LM, QUEEN, 7 RIVERS, GB</b>
	11. County or Parish, State <b>LEA, NM</b>

**12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input checked="" type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

- ① MOVE IN PUMPING UNIT.
- ② REPAIR DOWNHOLE EQUIPMENT IF NEEDED.
- ③ RETURN WELL TO PRODUCTION

Estimated start date: 5-1-2005 or when equipment  
and service rigs available.

14. I hereby certify that the foregoing is true and correct  
Name (Printed/Typed)

**C. DALE KELTON**

Title **PRESIDENT**

Signature

**C. Dale Kelton**

Date **4-6-2005**

**ACCEPTED FOR RECORD THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved by (ORIG. SGD.) **DAVID B. CLARK**

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or valuable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person to knowingly and willfully make any false, fictitious or fraudulent statements or representations as to any matter within the jurisdiction of the Federal Government.

(Instructions on reverse)

Accepted For Record Only! Approval  
Subject To Returning Well To Continuous  
Production And Keeping Well On Continuous  
Production! Well Must Be Plugged If  
Production Ceases!

**BWW**